

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House  
(317) 232-9855

**FISCAL IMPACT STATEMENT**

**LS 6983**

**BILL NUMBER:** HB 1869

**NOTE PREPARED:** Jan 30, 2003

**BILL AMENDED:**

**SUBJECT:** Tax Reporting Clearinghouse.

**FIRST AUTHOR:** Rep. Cheney

**FIRST SPONSOR:**

**BILL STATUS:** As Introduced

**FUNDS AFFECTED:** X

**GENERAL  
DEDICATED  
FEDERAL**

**IMPACT:** State

**Summary of Legislation:** This bill requires the Department of State Revenue to report annually to the General Assembly the amount of the following taxes paid by individuals based on income level and by businesses based on size in each county: (1) the state Gross Retail and Use Taxes; (2) the Adjusted Gross Income Tax; (3) other listed taxes; and (4) property taxes. The bill requires the Division of Data Analysis within the Department of Local Government Finance to make available to the Department of State Revenue all information obtained from units of local government and all information contained in the local government data base. The bill requires the report to be provided: (1) to the public at no cost; (2) in print and on the Internet; (3) in a searchable format; and (4) in a format that protects the privacy of taxpayers.

**Effective Date:** July 1, 2003.

**Explanation of State Expenditures:** The Department of State Revenue (DOR) must prepare an annual report of all listed taxes and along with property tax information provided by the Division of Data Analysis in the Department of Local Government Finance. The report must include the following: (1) types and amounts of taxes paid by individuals based on income level by county; and (2) types and amounts of taxes paid by business entities based on size of the business entity by county. The report must be available in print and electronic format on the internet at no cost to the public. The report must also be searchable by type of taxpayer, type of tax, income level, and size of business and county.

The provisions in this bill will require significant staff time to compile the required information. Some of the information required in the bill is not available from the current tax forms. Therefore, tax forms may need to be revised in order to meet the reporting requirements of this bill. It is estimated that this may require two to three staff persons initially to set up the report and computer programs needed to generate the information. Staff costs could be approximately \$190,000 in FY 2004 and \$193,000 in FY 2005. There will also be publication costs.

The funds and resources required above could be supplied through a variety of sources, including the following: (1) Existing staff and resources not currently being used to capacity; (2) Existing staff and resources currently being used in another program; (3) Authorized, but vacant, staff positions, including those positions that would need to be reclassified; (4) Funds that, otherwise, would be reverted; or (5) New appropriations. Ultimately, the source of funds and resources required to satisfy the requirements of this bill will depend upon legislative and administrative actions.

*Background:* Listed taxes under IC 6-8.1-1-1 include Pari-mutuel Taxes, Riverboat Admission Tax, Riverboat Wagering Tax, Utility Receipts Tax, Gross Retail and Use Taxes, Adjusted Gross Income Tax, County Adjusted Gross Income Tax, County Option Income Tax, County Economic Development Income Tax, Auto Rental Excise Tax, Financial Institutions Tax, Gasoline Tax, Alternative Fuel Permit Fee, Special Fuel Tax, Motor Carrier Fuel Tax, Motor Vehicle Excise Tax, Commercial Vehicle Excise Tax, Hazardous Waste Disposal Tax, Cigarette Tax, Beer Excise Tax, Liquor Excise Tax, Wine Excise Tax, Hard Cider Excise Tax, Malt Excise Tax, Petroleum Severance Tax, various Innkeeper's Taxes, various Food and Beverage Taxes, County Admissions Tax, Oil Inspection Fee, Emergency and Hazardous Chemical Inventory Form Fee, penalties assessed for oversize vehicles, Underground Storage Tank Fee, Solid Waste Management Fee, and any other tax or fee that the Department is required to collect or administer.

**Explanation of State Revenues:**

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** Department of State Revenue; Department of Local Government Finance.

**Local Agencies Affected:**

**Information Sources:**

**Fiscal Analyst:** Diane Powers, 317-232-9853